Previous references:

Gen Fin 16 of 99

Gen. Fin File No. 26 of 00

1900.

Serial Nos. 1–8

(Gen Finance)

Later references.

Gen Fin 26 of 00

Sls (1-22). B

GENERAL AND REVENUE SECRETARIAT.

P 20-E

Serial Nos. 1–8 Countermanded

Part B. for order.

SUBJECT.

Extension of time for the payment of the 6th instalment towards the debt due by the Mysore Spinning and manufacturing Company

Serial — Letter dated 21. 6 1900 from Messrs P. Chrystal and Co. Agents The Mysore Spinning and manufacturing Co. (Ltd). Regies Solicits postponement of the payment of the 5th instalment arrears for a further period of 3 years.

Sl. 2. ✓ No. 2162-4 d 4 9 1900. to the Comptroller, D. C. Bangalore, Je 209 and Messrs P. Chrystal and Co, Agents

Informs that further extension of time for the payment of the 6th instalment cannot be granted and that the instalment amount should be paid before the end of September 1900.

✓ Sl. 3. Letter No. nil dated 11. 9. 1900 from Messrs P Chrystal and Co. G. R. S. 58 further solicits the extension of time for the payment of the instalment amount

✓ Sl. 4. No. 2719 R 890 d 22 9 1900 to the Comptroller, Mysore Govt. Forwards copies of Sls 1, 2 and 3, and requests information how many instalments have been paid up to date, and how much

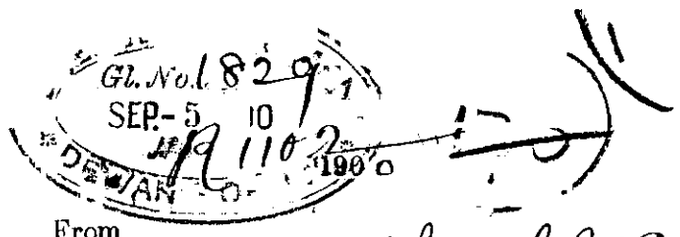
of the sum remains unadjusted.

C.O.C. No. 2718/R889 d 22. 9. 1900 to the D.C. Bangalore.
Forwards copies of Serials 1, 2 and 3 and requests him to favour Government with his opinion as to the financial condition of the ~~Cpnt~~ Mysore Spinning and Manufacturing Company.

Sl. 6 ✓ No. D. 557 d 30. 9. 1900 from the D.C Bangalore
States in reply to Sl. 5, that he will submit a report in a course of a week or ten days

Sl. 7. ✓ No. 2329 d 17. 10. 1900 from the Comptroller.
Submits the information called for in Sl no. 4. above.

Sl 8 No. 3302-3/H 311 d 19 10 1900 to the D C. Bangalore with a Copy of the statement received from the Comptroller, and the Comptroller, Mysore Government.
Grants one month's time to pay the overdue instal and the D.C Bangalore is requested to call upon Company to pay the overdue instalment if the same is not paid up before a fortnight.



From

Messrs. T. Chrystal & Co.
Agents for the Mysore
Spinning & Manufacturing
Co: Limited.

To

THE SECY. TO THE GOVT. OF MYSORE,
GEN. & REV. DEPTS.

Gen Jn 26 of 00.

Serial 1

Dated 21/6/00.

Despatched

Received

General No. a
No.

Enclosure No.

Requesting the postponement of the payment of the annual instalment of Rs 21500/- due by them on the loan granted by Govt. for a period of 3 years.

References to be marked.

P. Chrystal & Co.,
AGENTS.
BOMBAY.

The Mysore Spinning & Manufacturing Company, Limited.

Bangalore, 21st June 1900.

To His Excellency
The Dewan of Mysore.

Your Excellency

We write with reference to the kind interview you accorded to Mr Chrystal yesterday & to express the hope that, in consideration of the very severe crisis through which the Indian Cotton Spinning Industry is at present passing, the Government will be pleased to grant an extension of time for the payment of the instalment due to Government in respect of its loan to this Compan

An instalment of Rs 21500 is due to be paid on the 30th of this month, the next following instalment for a similar sum will be due on the 31st of December ne and thereafter for the next eight years instalments of Rs 21500 mature annually on the 31st of December.

Under the existing circumstances it will be mo difficult for the Company to meet the payments so soon falling due, & we would most respectfully beg the Govern ment to favourably consider the proposal which Mr Chrys made to your Excellency, that the debt should be set forward for three years; that is to say, that the in- stalments falling due this month should be set forwa until June 1903 & that the instalments following should thereafter be payable in their due order of sequence.

sequence -

Since our firm took over the agency of this mill we have paid off debts pertaining to the old company to the extent of Rs 2,86,961- this Your Excellency may note from a reference to the balance Sheets for the years 1896 and 1900 sent herewith.

Had the Mill Industry continued in a normal state of prosperity we do not think any difficulty would have been experienced in meeting the Government Instalments, but as things are at present, and as the prospect of any early improvement in the yarn trade seem still far distant we feel that the desired extension of three years is as short a period as we can ask for, consistent with our belief that the Government will be willing to materially lend assistance to the Company as it has hitherto always done in times of need.

We very much regret to have to make this appeal but the existing distress amongst Mill companies in Bombay & the distrust of the investing public in such concerns just now, make it quite impossible to hope to obtain any relief from that quarter.

We beg to remain.

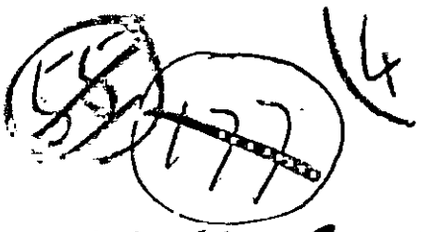
Your Excellency's most obedient servants

P. Chuyetts & Co.

Agents

For your Excellency's information we attach a cutting from the Bombay Gazette of the 26th of march dealing on the situation there. The position is as bad if not worse now.

THE position of the Bombay Cotton trade, serious as it was in October last when Messrs. Greaves, Cotton and Co. proposed the short-time movement, now appears to be extremely critical. No fewer than twenty mills have been compelled to stop entirely, while the rest, with two or three exceptions, have been obliged to go on short time. Had the mills all been put on four days a week in October in accordance with the resolution of the Mill-owners' Association there is little doubt that the general position would be now better than it is. With the reduced demand for cotton, consequent upon the reduced consumption, prices would have gone down and, no doubt, there would have been a corresponding improvement in the yarn market. Had there been unanimity of action in the first place, it is probable that the great majority of the mills would have been able to continue working for the four days a week. As it is, of the number that have not yet found it absolutely necessary to stop altogether, some are working four days a week, or 48 hours, and others 32 hours a week. Further entire stoppages are expected at the beginning of April, while others are looked for in May, so that not more than twenty or thirty mills will be kept going, and those will probably work less than half time. There are in Bombay 2,400,000 spindles, and of these six lakhs are already idle, while by the first of April it is anticipated that almost as many again will be stopped. One of the chief factors in bringing about the present crisis in the trade, as pointed out in October, was the large stock of yarn on the China market. This is still heavy, the quantity of yarn there amounting to 180,000 bales, which represent a supply for four months' full consumption. In these circumstances the price of yarn on the China market remains at a figure which does not permit the Bombay mills to be worked without considerable loss. On the other hand the stocks being held at low prices the holders are able to sell at rates considerably under the present cost of production in Bombay. Although shipments to China from Bombay have been considerably reduced, no improvement in prices can take place until the present stocks are largely lessened. Therein, however, is the one crumb of comfort to be got from the present situation; for the compulsory stoppage of so many mills must affect the stock of yarn in China, and leave the market pretty clear for a fair start when the mills resume working. The price of cotton consequent on the restricted crop, and the overplus of yarn on hand are the main causes of the present condition of things; but it is pointed out that even had this season's cotton crop been a large one, and the mills continued working full time, although consumption might have kept pace with the production of yarn the heavy stock on hand would still have adversely influenced the industry for the next two or three years. Again, the effects of the famine have been seriously felt by the weaving mills, for the great masses of people who are suffering by the famine are the chief customers for locally manufactured cloth. When they have not the means to procure food they certainly have not the wherewithal to buy clothing, and the weaving mills have, as a result, heavy stocks of cloth on hand. The spinning mills also feel the pinch of the famine, for the hand loom weaver of the mofussil, having no demand for his goods, has not the means to purchase yarn. The factors which have brought about the present condition of things in the industry are, therefore, various, and among them the competition of Chinese and Japanese mills is not to be ignored. An attempt was made to induce the mill-owners in the Farther East to adopt short time, but that was not successful. Howbeit the owners of the Chinese mills have come to recognise that the horse can be overdriven. They have found that to work twenty-four hours a day is far too costly a business, and have reduced the running of their machinery to twelve hours per day. What is wanted now is that Japan should follow the example of her neighbour.



Proceedings of the Govt of Mysore.

Read,

Letter dated 21st June 1900 from Messrs. P. Chrystal and Co., Agents for the Mysore Spinning and Manufacturing Company, Limited, requesting the postponement of the payment of the annual instalment of Rs 21,500/ due by them on the loan granted by Govt, for a period of 3 years.

No 2162-4 / Q.T. 7 H 209 — 24/9/00 — 4

Order No — dated Bangalore, 3d September 1900.

Govt

It is ordered that the instalment of Rs 21,500 due on 30th inst and the

5/

Kindly request of the Govt the term for repl
may be extended
to 30 June 1900

Secl

Mess[rs] regret their in-
ability to comply with the
terms of further extension
the request made in
the letter read above
but, under the circumstances
represented, they are
pleased to grant a
further period of
months time for the
prompt payment of
the instalment due
by them on the 30th
June 1900, and still
remaining unpaid —

Secl

1 month
3 months

3/9/1900

Secretary
"

To
Mess[rs] P. Chapotal & Co
Agents, Mysore S & M Co.

The Comptr, Mysore Govt —
Cypher H O

14/20 To see
Sir,
I am
directed
the Govt
to acquaint
you

6

Proceedings of the Government of Mysore.

(FAIR DRAFT)

Read:-

Letter dated 21st June 1900 from Messrs. P. Chrystal and Co. Agents for the Mysore Spinning and Manufacturing Company Limited, requesting sanction to the postponement of the payment of the annual instalment of Rs. 21500/- due by them on the loan granted by Government, for a period of three years.

Serial 2

ORDER IPERRCH NO.2182-4/Fl.208
Dated Bangalore, 4th September 1900.

It is observed that the instalment fell due on 30th December 1899 and at the special request of the Agent, the time for payment was specially extended to 30th June 1900 and Government regret their inability to grant a further extension of 2 years as prayed for. It is hoped that the payment will be made before the end of this month.

Offg: Dewan's order

Secretary.

To
Messrs. P. Chrystal and Co. Agents, Mysore Spinning and Manufacturing Company.

The Controller, Mysore Government.
The Deputy Commissioner, Bangalore District.

2849

190 13. H. Gov

From P. Thrupstall & Co
Agents
To The Mysore Spinning & Manufacturing Co Ld. Bombay

THE SECY. TO THE GOVT. OF MYSORE,
GEN. & REV. DEPTS.

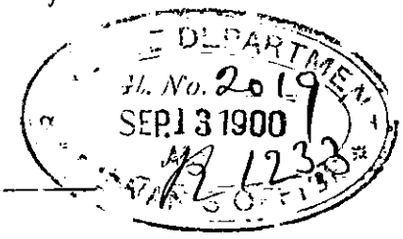
Dated 11 Sept 1900

Despatched

Received

General No.

No.



Enclosure No.

Request that an extension of time for the payment of the instalment due to Govt. may be allowed, otherwise it would be very hard at this crisis in the Cotton Industry to keep up the Mill.

References to be marked.

XX

Subd
The file on the subject is
sent up.
14/9/00

Secretary
14/9/00

Recd Bo 14th Sept

15/9/00

Submitted with 2 drafts
14/9/00

Issued 3

P. Chrystal & Co.,
AGENTS.

The Mysore Spinning & Manufacturing Company, Limited.

Bombay, 11th September 1890

The Secretary
to The Government of Mysore.

Sir,

We have the honour to acknowledge through our Bangalore office the receipt of a copy of Government Order No. 2162-6 / 7 & 209 dated Bangalore 4th September 1900 with reference to our application for an extension of time for the payment of the instalments due to Government by this Company

We very much regret that Government has not seen its way to accept our proposal as contained in our letter to His Excellency the Dewan dated the 21st of June 1900 with regard to the repayment of its loan to this company, for, during the present crisis in the cotton Industry it will tax the Company's resources very severely to meet the payments required & we would therefore once more urge that the Government should be good enough to again consider the question as set forth in our former letter. The condition of the industry is even worse now than it was when we wrote before.

It is with the very greatest reluctance that we make this request but the state of affairs is at present at such a low & critical position that we see no way to obtain financial relief for the company from any outside source

Our prospects improving there will be less difficulty in

P. Chrystal & Co.,
AGENTS.

The Mysore Spinning & Manufacturing Company, Limited.

(G)

Bombay, _____ *189*

this respect but unless the Mysore Government is prepared to show the Company some consideration in the meantime we are very much afraid that we will have to be at the necessity of closing down the mill, an expedient which we desire to avert if possible.

Trusting that the Government will again give the matter of its former order its consideration & that it may still see its way to meet our proposal

We have the honour to be
Sir
Your most obedient servants
P. Chrystal & Co.
Agents.

1900

To

The Comptroller
Govt. of Mysore

Dated 2nd September 900
No. 2719 & between
R 890 &

Sir,

In forwarding herewith copies of the marginally noted correspondence, regarding the application of Messrs P. Chrystal & Co Agents to the Mysore Spinning and Manufacturing Company, Bangalore, ~~requesting~~ soliciting the postponement of the annual ~~payments~~ instalments due by them on the loan granted by Government, I ~~have the honor~~ am directed to request the favor of being informed as to how many instalments have been paid up to date,

No 4

1 Letter No. - & 21. 6. 00 from Messrs P. Chrystal & Co.
2 Prv: No. 2162. 4 / 4 log & 4. 9. 00.
3. Letter & 11. 9. 00 from Messrs P. Chrystal & Co.

d/ 20/9/00

and what balance of the loan still remains outstanding, and how much towards the principal and how much towards the interest—

Yours &c.

W. S. 9.00

Secretary

1900

To

The Deputy Commr
Bangalore District

Serial 5

Dated 14th September 1900
22
No. 2718 Judl
Sir R. 889

In forwarding herewith copies of the marginally noted correspondence, regarding the application of Messrs P. Chrystal and Co., Agents to the Mysore Spinning and Manufacturing Company, Bangalore, soliciting the postponement of the annual instalments due by them on the loan granted by Govt, I have the honor to request ~~the favor of~~ that you will be so good as to favor Government with your opinion as to the present financial condition of the Company —

Please etc

18.9.00
for Secretary

Letter dt. 21.6.00 from Messrs P. Chrystal & Co.

2 Prot No. 2162.4 dt 4.9.00
dt 209

3 Letter dt 11.9.00 from Messrs P. Chrystal & Co.

2 Drafts for issue

Issued 20/9/00

N 751

RECEIVED No. 2512
OCT 9
R No 1505 189
FROM WAN'S OFFICE

Dy. Commissioner,
Bangalore District.

59

Submitted Secretary
for orders

The Controller
Ups is annexed
Vide serial
Nos 179 & 180
in the file below
VR
16/10/00

Serial 6

To
The Secretary to the
Government of Mysore
Revenue & General Depts.

Dated 30th September 19

Despatched 5th Octr 1900.

Received

General No.
No. 5...

Enclosure No.

Secretary's letter No.
2718 of the 22nd Septr
& 889
1900.

Note that he will
make a report regarding
the financial condition
of the Mysore Spinning
and Manufacturing
Company at Bangalore
in a week or so &c—

R
8/10/00

Rect
Submitted
Refers for rep.
H.S. 15/10/00.

Read 1900

D. No. 507

Bangalore District
Dy. Commissioner's Office
Bangalore 30th

5-

To The Secretary to the
Government of Mysore
Rev. & Genl. Depts.

Sir,

With reference to your letter No. 2718 R.889 of the 22nd September 1902, calling for my opinion as to the present financial condition of the Mysore Spinning and Manufacturing Company at Bangalore, I beg to state that I interviewed the Secretary of the Company this morning and asked him if I might look over the accounts of the Company. He stated that the accounts were not here, but in their Head office in Bombay and that he would in the course of a week or so obtain and produce the cash balance sheet. When he does so I will see it and make a further report; but I fear that a mere inspection of the

Cash balance sheet without an examination of the accounts we may not be quite satisfactory If the Government are of opinion that the accounts should be overhauled, I beg to know if I may require the company to produce them and if I may ask Mr Eagles the Assistant Comptroller to scrutinize the accounts with me

I have the honor to be
Sir
Your most obedient servant

R Kennedy

Dy. Commissioner,
Bangalore District.

Gen. 30] 189

From

E. R. SUBRAYER, Esq.,
Comptroller, Mysore Govt.

To

The Secretary to the Govt. of Mysore,
Rev & Genl Dept.

Serial 7

Dated
Despatched 17 October
Received
General No. 1129
No.
Enclosure No. \

In reply to

SUBJECT

Submitting for information of Govt a statement showing the no: of instalments paid up to date of the balance of the instalments and the loan still due by Messrs P. Chrystal & Co Agents the Mysore Spinning & Manufacturing Co - Bangalore -

References (to be entered only in the Dewan's Office).

Submitted to
Hon Dewan
18/10/00

Vide a...
18/10 a 9/...
n 7512.

SPECIAL AUDIT DEPARTMENT.

No. 2329 OFFICE OF THE COMPTROLLER OF MYSORE.

Bangalore, 15th. October 1900 189 17

From

E. R. SUBRAYER, Esq.,

Comptroller, Mysore Government...

To

The Secretary to the Govt. of Mysore,

General and Revenue *Dept.*

Sir,

As called for in your No.2718/R.889 dated 22nd September 1900, I have the honor to submit herewith for information of Government a statement shewing the No. of instalments paid up to date out of the balance ofthe instal ment and the loan still due by Messrs P. Chrystal & Co. Agents to the Mysore Spinning and manufacturing Co. Bangalore.

I have the honor to be,

Sir,

Your most obedient servant,

Comptroller.

A Statement shewing the instalments due and paid up to date and the date of the instalment & the loan still due by Messrs P. Chinyotabs Ld.

Instalments due		Amount paid on account of instalments & other due interest					Balance of				Remarks.
Due date	Amount	Date of payment	On account of principal	On account of interest	Interest on instalment for period of postponement	Total	Instalments towards Principal	Towards interest	Interest on instalment for period of postponement to 30th June 00	Principal due.	
31st December 94.	21500 — —	22nd Dec. 94	10900 — —	10974 4 8	— — —	21874 4 8					(a) Repts postponed to 30th June 97 vide G.O No 6574-5 dated 30th Dec. 97 (b) Do Do 30th June 99.
— Do — 95	21500 — —	6th Jany 96	11250 — —	10250 — —	— — —	21500 — —					(c) 13th Dec. 30th June 00 vide G.O No 4714 dated 4th July 00
— Do 96	21500 — —	24th June 97	11812 8 —	9687 8 —	(a) 537 8 —	22037 8 —					Nil instalment has not been paid on account of the period postponed being Rs 537-8-0
— Do — 97	21500 — —	20th Dec. 97	12403 2 —	9096 14 —	— — —	21500 — —					(d) & (e) Balance of Principal on 1st January 99 — 21500-0-0 Amount paid towards Principal up to date 5938.14.6
— Do 98	21500 — —	1st July 99	13023 4 6	8476 14 6	(d) 537 8 —	22037 8 —					
— Do 99	21500 — —	(c)					13674 3 7	7825 8 9	537 8 —		Balance 15651.1.6
	129000 — —	(b)	59388 14 6	48486 — —	2107 5 —	109981 4 8	13674 3 7	7825 8 9	537 8 —	(c) 15651 1 6	

Office of the Comptroller
in Mayone Baroda
Dated 15th October 1900

Comptroller
Mayone Dom.

Draft as per [illegible]

JC

Read:- Correspondence ending with letter No. D. 587 dated 5th October 1900, from the Dir. Commr., Bangalore Dt. stating that he would make a further report regarding the financial condition of the Mysore Spinning and Manufacturing Company, after he sees the Cash balance sheet of the Company which has been promised to be produced by the Agent of the Company, in a week or so and requesting to know whether he may require the Company to produce their accounts, as the mere inspection of the Cash balance sheet may not be quite satisfactory.

Sl 8

(2) Letter No 2329 dated 17th October 1900, from the Comptroller, Mysore Govt., submitting for the

the information of Govt
a Statement showing the
instalments ~~due~~
paid up to date. and the
balance of ~~the instal-~~
~~-ments and loan~~ still
due ~~fr~~ by Messrs Chrystal
and Co ~~Ltd~~ Agents to the
Mysore Spinning and
Manufacturing Company Ltd.

Order thereon:—

Mr Narayanappa Shetty,
Agent of the Company
in Mysore, wants
time till the end of the
month to communicate
with the Head office
in Bombay and to
arrange if possible for
payment of over due
instalment. Time is
granted accordingly.

The Dy. Comr is
requested to note the
above order and to
call upon the Company
to pay the overdue
instalment after
a

No. 3302-3
FC311
19/10/20
19.

a fortnight if not paid before that.

19/10/00

For Secretary

2 1 The Dy Comr, Bangalore
with a Copy of the above
from the Comptr
2 The Comptroller, Mg.

Copied
19/10/00.